COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF KENTUCKY) CASE NO. 2008-00283
POWER COMPANY FROM NOVEMBER 1, 2007)
THROUGH APRIL 30, 2008)

ORDER

On August 22, 2008, the Commission opened the 6-month fuel adjustment clause ("FAC") review case for Kentucky Power Company ("Kentucky Power") for the period from November 1, 2007 through April 30, 2008. Through its Order, the Commission invited any party wishing to file testimony in this proceeding to petition the Commission for a procedural schedule. On September 12, 2008, Kentucky Power, pursuant to the Commission's Order, petitioned the Commission for an Order establishing a procedural schedule.

On September 12, 2008, Kentucky Power filed the testimony of Errol K. Wagner in this proceeding. Kentucky Power states that Mr. Wagner's testimony addresses the need to recover through Kentucky Power's fuel adjustment clause the amounts recorded in account numbers 4470207 and 4470208 beginning November 1, 2007 through April 1, 2008 that were omitted from the fuel adjustment clause calculations. In Case No, 2007-00522¹, Kentucky Power's most recent fuel adjustment clause review, the Commission found that charges and credits related to marginal transmission line

¹ Case No. 2007-00522, An Examination of the Application of the Fuel Adjustment Clause of Kentucky Power Company From May 1, 2007 Through October 31, 2007, Order dated June 12, 2008.

losses recorded in Accounts 4470207 and 4470208 subsequent to October 31, 2007 were outside the period under review and should be addressed in Kentucky Power's next 6-month FAC review. Kentucky Power proposes to do so in this proceeding.

The Commission finds Kentucky Power's request to establish a procedural schedule to be reasonable and that the request should be granted.

The Commission will modify the procedural schedule set forth in our August 22, 2008 Order to afford the opportunity to issue data requests concerning the data responses and testimony filed by Kentucky Power on September 12, 2008. The hearing date of October 7, 2008 that was set forth in that Order remains unchanged.

IT IS THEREFORE ORDERED that:

- 1. Kentucky Power's motion for an Order establishing a procedural schedule in this matter granted.
- 2. The procedural schedule set forth in Appendix A, attached hereto and incorporated herein, shall be followed in this proceeding.

Done at Frankfort, Kentucky, this 19th day of September, 2008.

By the Commission

Vice Chairman Gardner Abstains.

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00283 DATED SEPTEMBER 19, 2008

Supplemental data requests to Kentucky Power shall be filed no later than	09/23/08
Kentucky Power shall file responses to supplemental data requests no later	
than	09/30/08